

## STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

Nearburg Producing Company  
3300 North "A" Street, Building 2, Suite 120  
Midland, Texas 77905

The undersigned accepts all applicable terms, conditions, stipulations and restrictions covering operations conducted on the leased land or portion thereof, as described below:

Lease No: NM 02500

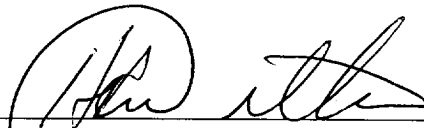
Legal Description of Land: SHL - 1450' FSL & 725' FEL, Unit I  
BHL - 1650' FSL & 1650' FWL, Unit K  
Section 7, T22S, R26E  
Eddy County, New Mexico

Formation(s) (if applicable): Morrow

Bond Coverage: \$25,000 statewide bond of Nearburg Producing Company

BLM Bond File No: NM1307

9/15/00  
Date

  
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H. R. Willis  
Drilling Superintendent